



BEFORE THE ARIZONA CORPORATION

COMMISSIONERS

Arizona Corporation Commission

DOCKETED

SEP 19 2016

DOUG LITTLE – Chairman  
BOB STUMP  
BOB BURNS  
TOM FORESE  
ANDY TOBIN

DOCKETED BY

14

IN THE MATTER OF THE APPLICATION  
OF ARIZONA PUBLIC SERVICE  
COMPANY FOR A HEARING TO  
DETERMINE THE FAIR VALUE OF THE  
UTILITY PROPERTY OF THE COMPANY  
FOR RATEMAKING PURPOSES, TO FIX A  
JUST AND REASONABLE RATE OF  
RETURN THEREON, TO APPROVE RATE  
SCHEDULES DESIGNED TO DEVELOP  
SUCH RETURN.

DOCKET NO. E-01345A-11-0224

DECISION NO. 75742

**ORDER CORRECTING DECISION  
NO. 75558 NUNC PRO TUNC**

Open Meeting  
September 7 and 8, 2016  
Phoenix, Arizona

BY THE COMMISSION:

\* \* \* \* \*

Having considered the entire record herein and being fully advised in the premises, the  
Commission finds, concludes, and orders that:

**FINDINGS OF FACT**

1. On January 15, 2016, Arizona Public Service Company (“APS”) filed an application  
with the Arizona Corporation Commission (“Commission”) in the above-captioned docket requesting  
approval of its annual Lost Fixed Cost Recovery (“LFCR”) mechanism adjustment, effective March 1,  
2016.<sup>1</sup> The LFCR allows for the recovery of lost fixed costs, as measured by revenue per kWh,  
associated with the amount of energy efficiency (“EE”) and distributed generation (“DG”) that is  
authorized by the Commission and determined to have occurred.

2. On May 13, 2016, the Commission issued Decision No. 75558, approving APS’s

<sup>1</sup> The LFCR is a rate design mechanism proposed in a settlement agreement by parties to Decision No. 73183 (May 24, 2012), and approved by that Decision.

1 request to reset the LFCR charge.

2 3. On July 29, 2016, the Commission's Utilities Division ("Staff") filed a Request for  
3 Procedural Order Correcting Decision No. 75558 *Nunc Pro Tunc*.

4 4. Staff states that Decision No. 75558 inadvertently failed to include a verbal amendment  
5 adopted by the Commission changing the first ordering paragraph on page 6 to require the  
6 implementation of the LFCR changes "with the first available billing cycle of May 2016."

7 5. The absence from Decision No. 75558 of the amendatory language adopted by the  
8 Commission at its May 3, 2016 Open Meeting is due to a clerical error.

9 6. Decision No. 75558 should be corrected, *nunc pro tunc*, to reflect the verbal amendment  
10 adopted by the Commission at its May 3, 2016 Open Meeting regarding the effective date of the LFCR  
11 reset.

#### 12 CONCLUSIONS OF LAW

13 1. Arizona Public Service Company is an Arizona public service corporation within the  
14 meaning of Article XV, Section 2, of the Arizona Constitution.

15 2. The Commission has jurisdiction over Arizona Public Service Company and over the  
16 subject matter of the application.

17 3. Decision No. 75558 should be corrected, *nunc pro tunc*, as discussed herein.

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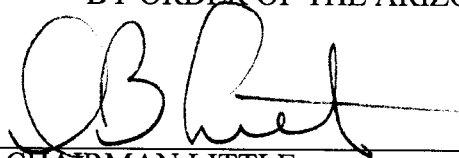
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**ORDER**

IT IS THEREFORE ORDERED that Decision No. 75558 is hereby corrected, *nunc pro tunc*, to reflect approval of an LFCR rate of 1.7095 percent effective with the first available billing cycle of May 2016.

IT IS FURTHER ORDERED that this Decision shall become effective immediately.

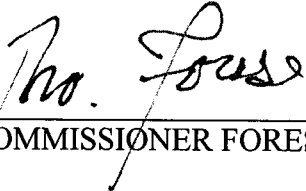
BY ORDER OF THE ARIZONA CORPORATION COMMISSION.



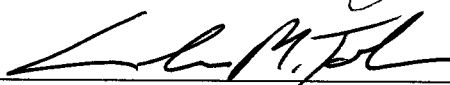
CHAIRMAN LITTLE




COMMISSIONER STUMP



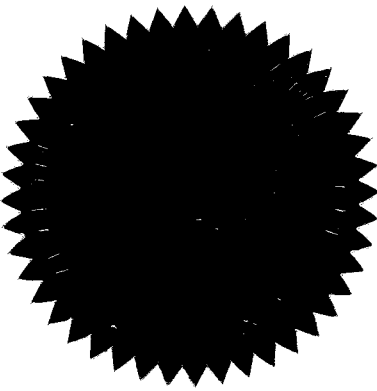
COMMISSIONER FORESE



COMMISSIONER TOBIN



COMMISSIONER BURNS



IN WITNESS WHEREOF, I, JODI A. JERICH, Executive Director of the Arizona Corporation Commission, have hereunto set my hand and caused the official seal of the Commission to be affixed at the Capitol, in the City of Phoenix, this 1<sup>st</sup> day of September 2016.


JODI A. JERICH  
EXECUTIVE DIRECTOR

DISSENT \_\_\_\_\_

DISSENT \_\_\_\_\_  
TJ:aw

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ARIZONA PUBLIC SERVICE COMPANY

DOCKET NO.:

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